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U.S. ARMY LOGISTICS

SUSTAINING AMERICA'S ARMY: THE STRENGTH OF THE NATION

AMERICA'S ARMY: THE STRENGTH OF THE NATION™



The Future for Army Subsistence Resource Issues

DSCP Worldwide Customer Conference and Food Show
17 June 2010



LTG Mitchell H. Stevenson
Deputy Chief of Staff, G-4
Headquarters, Department of the Army

ADAPT // INNOVATE // ANTICIPATE // ALWAYS READY



For the times they are a-changin'

- Bob Dylan

**It'll soon shake your windows
And rattle your walls
For the times they are a-changin'**

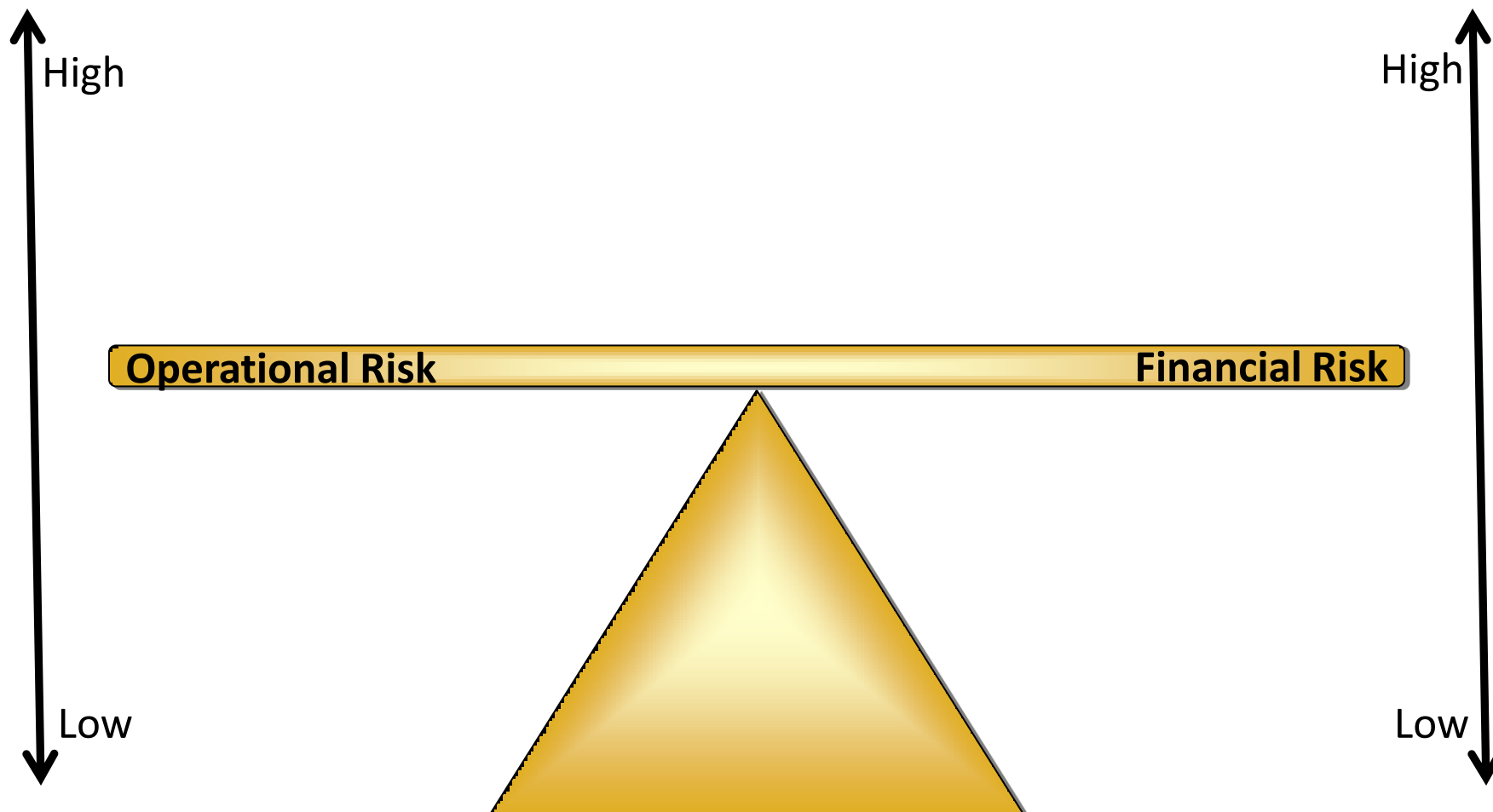


June 4 in The Washington Post,

- ❑ Defense Secretary Robert M. Gates has ordered the military and the Pentagon's civilian bureaucracy to find tens of billions of dollars in annual savings to pay for war-fighting operations, senior officials said Thursday. His goal is \$7 billion in spending cuts and efficiencies for 2012, growing to \$37 billion annually by 2016.
- ❑ Current budget plans project growth of only 1 percent in the Pentagon budget, after inflation, over the next five years. The new directives are aimed at three distinct areas of spending. The first is management and personnel, overhead, logistics and base operations, and support missions. The second is the war-fighting accounts themselves.
- ❑ Two-thirds of the ordered savings must be an actual money transfer from noncombat accounts to the war-fighting budget, while one-third can be found in efficiencies and eliminating redundancies and overhead.
- ❑ The goal is to force all of the Defense Department agencies and organizations, and all of the armed services, to save enough money in their management, personnel policies and logistics to guarantee 3 percent real growth each year, beyond inflation, in the accounts that pay for combat operations.



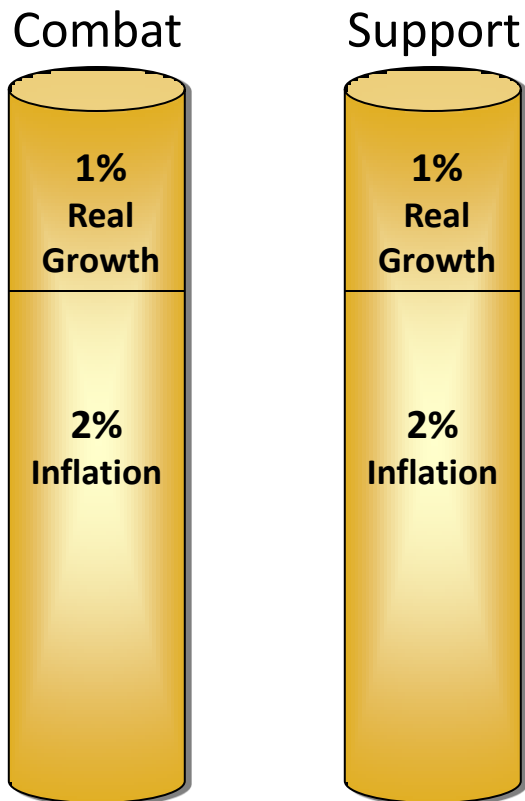
Managing Operational and Financial Risk



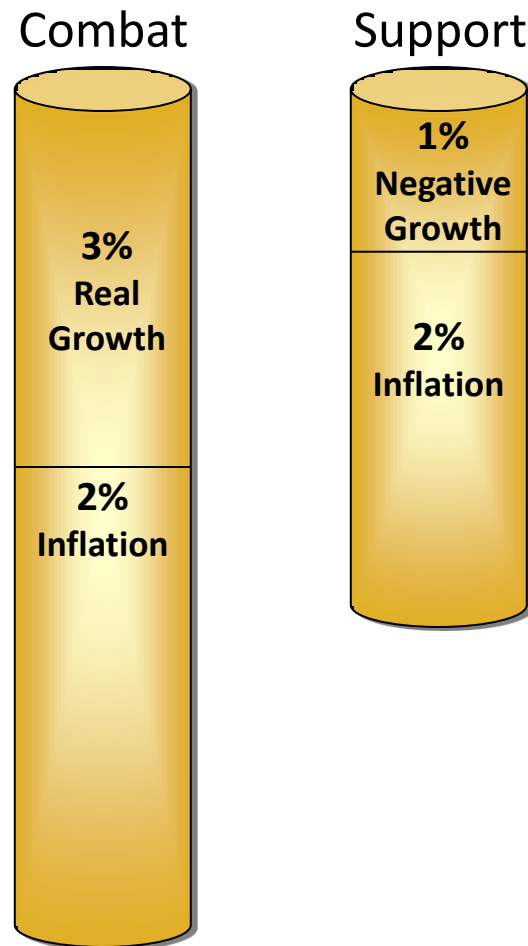


3% Real Growth for Combat Operations Accounts

Before



After





What's Safe in Subsistence

- ❑ Military pay and benefits, including BAS
- ❑ Quality and quantity of meals
- ❑ Awards programs in their basic form
- ❑ JCCOE and ACES
- ❑ AFMIS
- ❑ Natick Combat Feeding Program

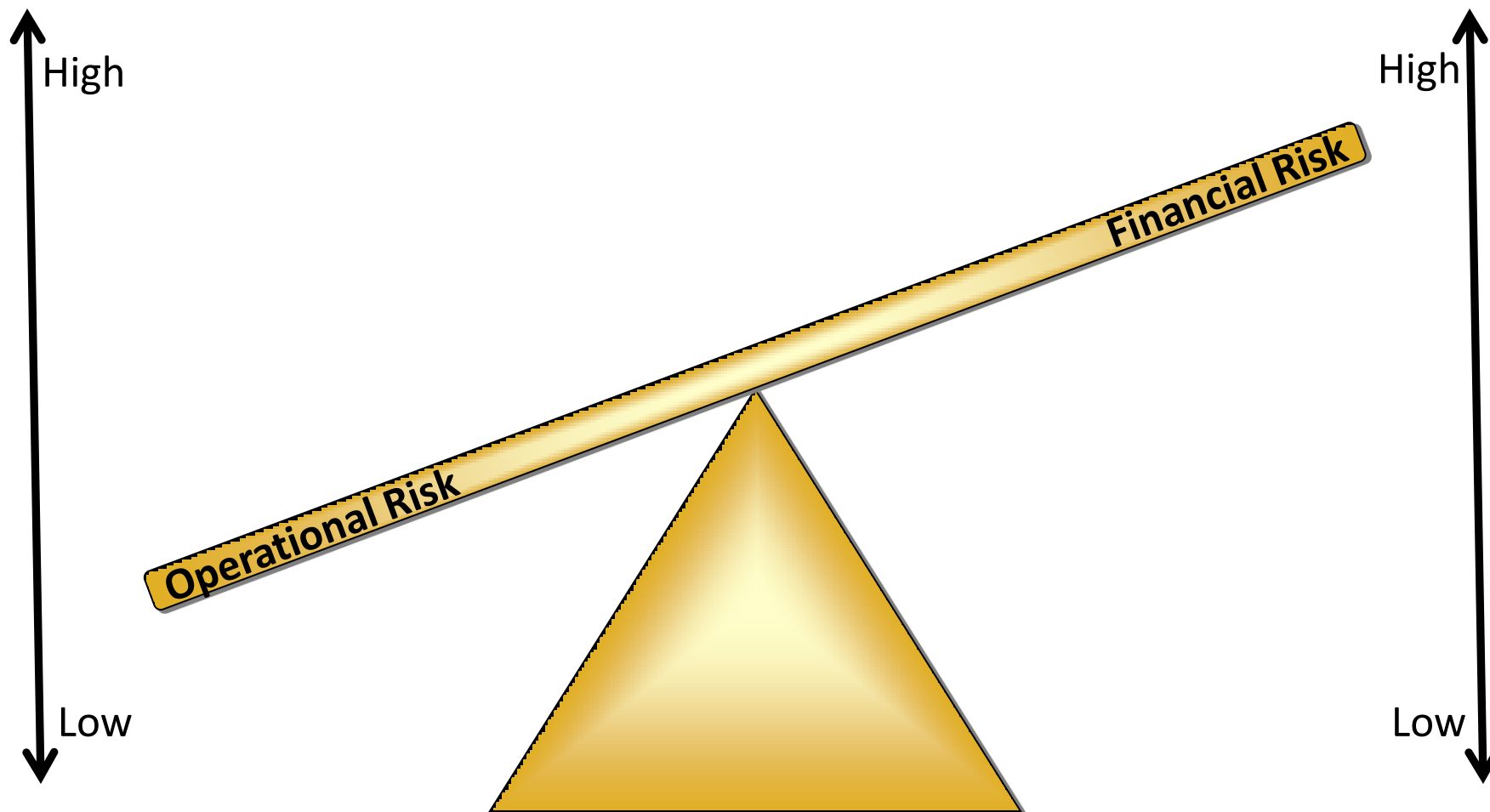


Where are Savings in Subsistence (No Sacred Cows)

- ❑ Get single Soldiers returning from the AOR immediately off separate rations
- ❑ Have Soldiers return to KP duty
- ❑ Eliminate all civilian feeding in DFACs everywhere
- ❑ More aggressive DFAC consolidations and closings
- ❑
- ❑
- ❑



The New World Order of Managing Operational and Financial Risk





***“Are you making a
resource-informed
decision?”***